

CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2008

	October-08					September-08					Current FYTD		Prior Year FY08		3 Years Ended 6/30/2008		5 Years Ended 6/30/2008	
	Market Value	Allocation		Returns-Month		Market Value	Allocation		Returns-Quarter		Returns		Returns		Gross	Net	Gross	Net
		Actual	Policy(1)	Gross	Net		Actual	Policy(1)	Gross	Net	Gross	Net	Gross	Net				
LARGE CAP DOMESTIC EQUITY																		
<i>Structured Growth</i>																		
Los Angeles Capital	15,288,682	1.4%	1.5%	-16.93%	-16.95%	18,403,716	1.5%	1.5%	-12.83%	-12.89%	-27.59%	-27.65%	-7.57%	-7.79%	7.92%	7.68%	N/A	N/A
Total Structured Growth	15,288,682	1.4%	1.5%	-16.93%	-16.95%	18,403,716	1.5%	1.5%	-12.83%	-12.89%	-27.59%	-27.65%	-7.57%	-7.79%	7.92%	7.68%	9.81%	9.56%
<i>Russell 1000 Growth</i>				-17.61%	-17.61%				-12.33%	-12.33%	-27.76%	-27.76%	-5.96%	-5.96%	5.91%	5.91%	7.32%	7.32%
<i>Structured Value</i>																		
LSV	13,916,597	1.3%	1.5%	-19.97%	-20.01%	17,388,478	1.4%	1.5%	-6.54%	-6.65%	-25.21%	-25.33%	-21.06%	-21.43%	4.24%	3.81%	12.00%	11.57%
<i>Russell 1000 Value</i>				-17.31%	-17.31%				-6.11%	-6.11%	-22.37%	-22.37%	-18.78%	-18.78%	3.53%	3.53%	8.92%	8.92%
<i>Russell 1000 Enhanced Index</i>																		
Los Angeles Capital	31,048,495	2.8%	3.1%	-15.69%	-15.71%	37,185,297	3.0%	3.1%	-9.47%	-9.52%	-23.67%	-23.73%	-9.34%	-9.54%	7.20%	6.97%	N/A	N/A
<i>Russell 1000</i>				-17.46%	-17.46%				-9.35%	-9.35%	-25.18%	-25.18%	-12.36%	-12.36%	4.81%	4.81%	N/A	N/A
<i>S&P 500 Enhanced Index</i>																		
Westridge	31,916,820	2.9%	3.1%	-16.67%	-16.71%	38,308,572	3.1%	3.1%	-7.96%	-8.06%	-23.30%	-23.42%	-11.80%	-12.18%	5.33%	4.98%	N/A	N/A
<i>S&P 500</i>				-16.79%	-16.79%				-8.37%	-8.37%	-23.76%	-23.76%	-13.12%	-13.12%	4.41%	4.41%	N/A	N/A
<i>130/30</i>																		
State Street	9,895,067			-17.03%	-17.05%	12,016,755			-11.59%	-11.64%	-26.64%	-26.70%	-18.05%	-18.24%	3.31%	2.93%	6.91%	6.64%
Total 130/30	9,895,067	0.9%	1.0%	-17.03%	-17.05%	12,016,755	1.0%	1.0%	-11.59%	-11.64%	-26.64%	-26.70%	-18.05%	-18.24%	3.31%	2.93%	6.91%	6.64%
<i>S&P 500</i>				-16.79%	-16.79%				-8.37%	-8.37%	-23.76%	-23.76%	-13.12%	-13.12%	4.41%	4.41%	7.59%	7.59%
TOTAL LARGE CAP DOMESTIC EQUITY	102,065,661	9.2%	10.3%	-16.91%	-16.94%	123,302,818	10.0%	10.2%	-9.34%	-9.42%	-24.67%	-24.76%	-12.42%	-12.71%	6.00%	5.68%	9.60%	9.31%
<i>S&P 500</i>				-16.79%	-16.79%				-8.37%	-8.37%	-23.76%	-23.76%	-13.12%	-13.12%	4.41%	4.41%	7.59%	7.59%
SMALL CAP DOMESTIC EQUITY																		
<i>Manager-of-Managers</i>																		
SEI	15,653,371	1.4%	1.7%	-22.90%	-22.99%	20,246,308	1.6%	1.7%	-6.38%	-6.64%	-27.82%	-28.10%	-20.05%	-20.93%	2.95%	2.06%	9.98%	9.10%
<i>Russell 2000 + 200bp</i>				-20.64%	-20.64%				-0.61%	-0.61%	-21.12%	-21.12%	-14.48%	-14.48%	5.88%	5.88%	12.50%	12.50%
<i>Enhanced</i>																		
Research Affiliates	17,274,715	1.6%	1.7%	-20.96%	-21.05%	21,863,108	1.8%	1.7%	-2.07%	-2.34%	-22.59%	-22.89%	N/A	N/A	N/A	N/A	N/A	N/A
Clifton	18,990	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Enhanced	17,293,705	1.6%	1.7%	-20.96%	-21.05%	21,863,108	1.8%	1.7%	-2.07%	-2.34%	-22.59%	-22.89%	N/A	N/A	N/A	N/A	N/A	N/A
<i>Russell 2000</i>				-20.80%	-20.80%				-1.11%	-1.11%	-21.68%	-21.68%	-16.19%	-16.19%	10.42%	9.83%	14.05%	13.46%
TOTAL SMALL CAP DOMESTIC EQUITY	32,947,076	3.0%	3.4%	-21.89%	-21.98%	42,109,416	3.4%	3.4%	-4.20%	-4.46%	-25.17%	-25.46%	-20.26%	-21.14%	2.86%	1.97%	9.92%	9.04%
<i>Russell 2000</i>				-20.80%	-20.80%				-1.11%	-1.11%	-21.68%	-21.68%	-16.19%	-16.19%	3.79%	3.79%	10.29%	10.29%
INTERNATIONAL EQUITY																		
<i>Large Cap - Active</i>																		
Capital Guardian	25,452,371	2.3%	3.1%	-19.49%	-19.54%	31,764,970	2.6%	3.1%	-18.98%	-19.12%	-34.77%	-34.93%	-11.80%	-12.37%	12.88%	12.24%	14.97%	14.35%
LSV	25,153,046	2.3%	3.1%	-20.07%	-20.12%	31,471,825	2.6%	3.1%	-16.88%	-17.02%	-33.56%	-33.72%	-25.29%	-25.78%	7.92%	7.37%	N/A	N/A
Total Large Cap - Active	50,605,417	4.6%	6.2%	-19.78%	-19.83%	63,236,795	5.1%	6.2%	-17.95%	-18.09%	-34.18%	-34.34%	-18.75%	-19.29%	10.42%	9.83%	14.05%	13.46%
<i>MSCI EAFE - 50% Hedged</i>				-17.28%	-17.28%				-16.79%	-16.79%	-31.17%	-31.17%	-15.14%	-15.14%	10.93%	10.93%	14.67%	14.67%
<i>Small Cap - Value</i>																		
DFA	5,683,956	0.5%	0.8%	-21.71%	-21.76%	7,265,167	0.6%	0.8%	-20.71%	-20.83%	-37.92%	-38.05%	N/A	N/A	N/A	N/A	N/A	N/A
Total Small Cap Value	5,683,956	0.5%	0.8%	-21.71%	-21.76%	7,265,167	0.6%	0.8%	-20.71%	-20.83%	-37.92%	-38.05%	-12.11%	-12.74%	10.13%	9.30%	18.15%	17.27%
<i>S&P/Citigroup BMI EPAC < \$2BN</i>				-23.80%	-23.80%				-23.50%	-23.50%	-41.71%	-41.71%	-25.49%	-25.49%	7.39%	7.39%	17.33%	17.33%
<i>Small Cap - Growth</i>																		
Vanguard	5,292,572	0.5%	0.8%	-24.08%	-24.14%	6,969,756	0.6%	0.8%	-22.98%	-25.01%	-41.53%	-43.11%	-17.06%	-17.52%	12.30%	11.77%	20.87%	20.18%
<i>S&P/Citigroup BMI EPAC < \$2BN</i>				-23.80%	-23.80%				-23.50%	-23.50%	-41.71%	-41.71%	-25.49%	-25.49%	7.39%	7.39%	17.33%	17.33%
TOTAL INTERNATIONAL EQUITY	61,581,945	5.6%	7.8%	-20.35%	-20.40%	77,471,718	6.3%	7.7%	-18.69%	-19.01%	-35.23%	-35.53%	-18.31%	-18.83%	10.40%	9.79%	15.19%	14.56%
<i>MSCI EAFE - 50% Hedged</i>				-17.28%	-17.28%				-16.79%	-16.79%	-31.17%	-31.17%	-15.14%	-15.14%	10.93%	10.93%	14.67%	14.67%

CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2008

	October-08					September-08					Current FYTD		Prior Year FY08		3 Years Ended 6/30/2008		5 Years Ended 6/30/2008	
	Market Value	Allocation		Returns-Month		Market Value	Allocation		Returns-Quarter		Returns		Returns		Gross	Net	Gross	Net
		Actual	Policy(1)	Gross	Net		Actual	Policy(1)	Gross	Net	Gross	Net	Gross	Net				
DOMESTIC FIXED INCOME																		
<i>Core Bond</i>																		
Western Asset	167,038,498	15.1%	15.3%	-6.66%	-6.68%	178,974,974	14.5%	15.1%	-5.00%	-5.05%	-11.32%	-11.39%	2.27%	2.06%	2.97%	2.76%	3.76%	3.55%
<i>Lehman Aggregate</i>				-2.36%	-2.36%				-0.49%	-0.49%	-2.84%	-2.84%	7.12%	7.12%	4.09%	4.09%	3.86%	3.86%
<i>Mortgage Backed</i>																		
Hyperion	32,319,247	2.9%	3.9%	-7.31%	-7.36%	34,444,194	2.8%	3.9%	-20.96%	-21.09%	-26.74%	-26.90%	-19.73%	-20.24%	N/A	N/A	N/A	N/A
<i>Lehman Global Aggregate (US Securitized Portion)</i>				-3.66%	-3.66%				-1.46%	-1.46%	-5.07%	-5.07%	10.14%	10.14%				
<i>Core Plus/Enhanced</i>																		
<i>Clifton Group</i>	54,035,295	4.9%	3.9%	-0.14%	-0.25%	54,513,733	4.4%	3.9%	0.77%	0.43%	0.63%	0.18%	11.68%	10.17%	N/A	N/A	N/A	N/A
<i>Prudential</i>	50,821,318	4.6%	3.9%	-5.19%	-5.21%	53,118,045	4.3%	3.9%	-1.28%	-1.35%	-6.40%	-6.49%	5.20%	4.89%	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	104,856,613	9.5%	7.9%	-2.63%	-2.70%	107,631,778	8.7%	7.8%	-0.25%	-0.46%	-2.88%	-3.15%	8.45%	7.55%	N/A	N/A	N/A	N/A
<i>Lehman Aggregate</i>				-2.36%	-2.36%				-0.49%	-0.49%	-2.84%	-2.84%	7.12%	7.12%				
<i>Index</i>																		
<i>Bank of ND</i>	91,694,622	8.3%	6.9%	-2.31%	-2.32%	93,847,356	7.6%	6.8%	-1.23%	-1.24%	-3.51%	-3.53%	7.75%	7.68%	3.99%	3.93%	3.34%	3.28%
Total Index	91,694,622	8.3%	6.9%	-2.31%	-2.32%	93,847,356	7.6%	6.8%	-1.23%	-1.24%	-3.51%	-3.53%	7.75%	7.68%	4.04%	3.97%	3.40%	3.24%
<i>Lehman Gov/Credit (2)</i>				-2.51%	-2.51%				-1.64%	-1.64%	-4.10%	-4.10%	7.24%	7.24%	3.84%	3.84%	3.24%	3.24%
<i>BBB Average Quality</i>																		
Wells Capital (formerly Strong)	168,678,695	15.2%	15.3%	-7.89%	-7.91%	183,496,214	14.9%	15.1%	-3.62%	-3.67%	-11.22%	-11.29%	3.76%	3.55%	3.26%	3.04%	4.08%	3.85%
<i>Lehman US Credit Baa</i>				-10.95%	-10.95%				-4.85%	-4.85%	-15.26%	-15.26%	2.62%	2.62%	2.52%	2.52%	3.59%	3.59%
TOTAL DOMESTIC FIXED INCOME	564,587,675	51.0%	49.4%	-5.67%	-5.69%	598,394,516	48.6%	48.8%	-4.29%	-4.37%	-9.72%	-9.82%	2.65%	2.32%	2.86%	2.64%	3.39%	3.22%
<i>Lehman Aggregate (3)</i>				-2.36%	-2.36%				-0.49%	-0.49%	-2.84%	-2.84%	7.12%	7.12%	4.09%	4.09%	3.73%	3.73%
INFLATION PROTECTED ASSETS																		
<i>Northern Trust Global Investments</i>	119,566,715	10.8%	10.1%	-8.23%	-8.23%	133,284,176	10.8%	10.2%	-4.51%	-4.51%	-12.37%	-12.37%	15.69%	15.69%	5.82%	5.79%	N/A	N/A
<i>Western</i>	118,036,477	10.7%	10.1%	-8.48%	-8.48%	129,905,535	10.6%	10.2%	-5.36%	-5.37%	-13.39%	-13.40%	12.38%	12.34%	4.47%	4.42%	N/A	N/A
<i>TIR - Eastern Timber Opps Fund</i>	3,951,473	0.4%	0.4%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL INFLATION PROTECTED ASSETS	241,554,665	21.8%	20.6%	-8.35%	-8.36%	263,189,711	21.4%	20.4%	-4.93%	-4.94%	-12.87%	-12.88%	14.03%	14.00%	5.14%	5.10%	N/A	N/A
<i>LB US TIPS Index</i>				-8.69%	-8.69%				-3.54%	-3.54%	-11.92%	-11.92%	15.10%	15.10%	5.62%	5.62%	N/A	N/A
REAL ESTATE																		
JP Morgan	82,136,649	7.4%	5.6%	-2.20%	-2.32%	84,217,744	6.8%	5.6%	-0.06%	-0.41%	-2.26%	-2.71%	0.61%	-0.77%	N/A	N/A	N/A	N/A
<i>NCREIF Total Index</i>				-0.06%	-0.06%				-0.17%	-0.17%	-0.23%	-0.23%	9.20%	9.20%	14.82%	14.82%	N/A	N/A
CASH EQUIVALENTS																		
Bank of ND	21,729,079	2.0%	2.9%	0.13%	0.13%	42,594,514	3.5%	3.9%	0.48%	0.48%	0.61%	0.61%	3.43%	3.43%	4.10%	4.10%	3.38%	3.38%
<i>90 Day T-Bill</i>				0.11%	0.11%				0.63%	0.63%	0.74%	0.74%	3.63%	3.63%	4.27%	4.27%	3.18%	3.18%
TOTAL INSURANCE TRUST	1,106,602,750	100.0%	100.0%	-8.41%	-8.44%	1,231,280,437	100.0%	100.0%	-5.49%	-5.59%	-13.44%	-13.56%	0.68%	0.32%	4.96%	4.66%	6.34%	6.08%
POLICY TARGET BENCHMARK				-6.75%	-6.75%				-3.17%	-3.17%	-9.70%	-9.70%	3.94%	3.94%	5.71%	5.71%	6.47%	6.47%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.

(2) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(3) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.